### Calendar No. 494

106TH CONGRESS 2D SESSION

# S. 1797

[Report No. 106-264]

To amend the Alaska Native Claims Settlement Act, to provide for a land conveyance to the City of Craig, Alaska, and for other purposes.

#### IN THE SENATE OF THE UNITED STATES

OCTOBER 26, 1999

Mr. Murkowski introduced the following bill; which was read twice and referred to the Committee on Energy and Natural Resources

April 12, 2000

Reported by Mr. Murkowski, with an amendment and an amendment to the title

[Strike out all after the enacting clause and insert the part printed in italic]

## A BILL

To amend the Alaska Native Claims Settlement Act, to provide for a land conveyance to the City of Craig, Alaska, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 FINDINGS.—Congress finds and declares that:
- 4 The Alaska Statehood Act of 1959 (sec. 6(a))
- 5 granted 400,000 acres of national forest land to the

State of Alaska for the purpose of furthering development of and expansion of communities. In 1969, the State of Alaska selected 17,040 acres of this Federal land grant at the City of Craig's request, but this and other selections were not approved by the U.S. Forest Service.

On December 18, 1971, the Alaska Native Claims Settlement Act (ANCSA) was enacted to settle outstanding Native aboriginal claims to lands in the State of Alaska. The settlement included the direction to convey certain lands to Alaska Native village corporations located in Southeast Alaska. These conveyances included all of the public land selected around the City of Craig by the State of Alaska in 1969.

Pursuant to ANCSA, the Federal Government conveyed 3,960 acres of public land within the City of Craig, and all public land surrounding the community, to two Native village corporations. These adjoining conveyances occupy 93 percent of the 4,258 acres within Craig's city limits. Outside of the existing 200-acre Craig townsite, no other land within 10 miles of the Craig city limits has been available for selection under the Alaska Statchood Act of 1959.

In the Alaska National Interest Lands Conservation Act (ANILCA), Congress exempted Native corporations from municipal taxation of their underdeveloped land, and added a tax recapture provision (43 U.S.C.A. sec. 1636(d)(5)) which acts as a further disincentive to development of Native village corporation land.

Under the Alaska State law, incorporated municipalities are entitled to a share of available State land within their corporate limits. However, the passage of ANCSA and a set of circumstances experienced by no other municipality in Alaska, which includes Federal land conveyances to two adjoining Native village corporations, has prevented the City of Craig from acquiring a State land entitlement.

Since 1971, the City of Craig has grown from a population of 250 people to nearly 2,500 people and its demographics has changed making it difficult for Craig to qualify for many programs enacted by Congress to provide assistance to villages with a majority of Alaska Native populations.

Tax provisions of Federal law and Federal land conveyances have had the unintended effect of preventing the City of Craig from exercising its governmental powers to tax 93 percent of the land within

1	the municipality, and to receive any of the Federal
2	land grant promised at Alaska statehood for commu-
3	nity expansion and development.
4	SECTION 1. SHORT TITLE.
5	This Act may be cited as the "Craig Municipal Eq-
6	uity Act of 1999".
7	SEC. 2. AUTHORIZATION TO CONVEY LANDS.
8	(a) General.—The Secretary of Agriculture shall,
9	subject to valid existing rights, convey to the City of Craig
10	all Federal interests in lands identified in subsection (b).
11	(b) Legal Description.—Control Lake/Big Salt
12	Lake Road Corridor:
13	All Federal land in the following described pro-
14	tracted and partially surveyed townships in the Cop-
15	<del>per River Meridian, Alaska:</del>
16	COPPER RIVER MERIDIAN, ALASKA
17	T. 71 S., R. 81 E.
18	Section 24, E½;
19	Section 25, E½, S½SW¼;
20	Section 36.
21	Containing 1360 acres, more or less.
22	T. 71 S., R. 82 E.
23	Section 19, S1/2SW1/4;
24	Section 29, W1/4NW1/4, N1/2SW1/4;
25	Section 30, All;
26	Section 31, All.

1 Containing 1500 acres, more or less. 2 T. 72 S., R. 82 E. Section 5, SW1/4NW1/4, W1/2, SW1/4; 3 4 Section 6, All; 5 Section 7, NE<sup>1</sup>/<sub>4</sub>NE<sup>1</sup>/<sub>4</sub>; 6 Section 8, W<sup>1</sup>/<sub>2</sub>, SW<sup>1</sup>/<sub>4</sub>SE<sup>1</sup>/<sub>4</sub>; 7 Section 17, NW<sup>1</sup>/<sub>4</sub>NW<sup>1</sup>/<sub>4</sub>,  $E^{\frac{1}{2}}NW^{\frac{1}{4}}$ 8 NE<sup>1</sup>/<sub>4</sub>SW<sup>1</sup>/<sub>4</sub>, W<sup>1</sup>/<sub>2</sub>NE<sup>1</sup>/<sub>4</sub>, NW<sup>1</sup>/<sub>4</sub>SE<sup>1</sup>/<sub>4</sub>, S<sup>1</sup>/<sub>2</sub>SE<sup>1</sup>/<sub>4</sub>; 9 Section 20, NE<sup>1</sup>/<sub>4</sub>. 10 Containing 1672 acres, more or less. 11 Aggregating 4532 acres, more or less. 12 (e) Timing of Conveyance and Providing for THE ESTABLISHMENT OF AN ESCROW ACCOUNT.—The Secretary of Agriculture shall convey the land mandated by subsection (a) within ninety (90) days after the date of enactment of this Act. The Secretary shall establish an escrow account to hold any and all proceeds derived on or after the date of enactment of this Act from contracts, leases, permits, rights-of-way or easements pertaining to the land to be conveyed, and provide for disbursement of those funds, plus interest, to the City of Craig when the 22 land is conveyed. 23 (d) TIMBER, MANUFACTURING; EXPORT RESTRIC-TION.—Notwithstanding any other provisions of law, timber harvested from land conveyed to the City of Craig

- 1 under this section shall not be exported as unprocessed
- 2 logs from Alaska, nor may the City of Craig sell, trade,
- 3 exchange, substitute, or otherwise convey that timber to
- 4 any person for the purpose of exporting that timber from
- 5 the State of Alaska.
- 6 (e) Relation to Other Requirements.—Not-
- 7 withstanding any other provisions of law, the land con-
- 8 veyed to the City of Craig under this section shall be con-
- 9 sidered in lieu of land not conveyed at statehood for the
- 10 purpose of furthering development of and expansion of the
- 11 City of Craig. This grant is not subject to the provisions
- 12 of the Alaska Statehood Act, nor does it limit or restrict
- 13 the State of Alaska's land entitlement under that Act.
- 14 (f) Maps.—The maps referred to in this section shall
- 15 be maintained on file in the Office of the Chief, United
- 16 States Forest Service, and in the Office of the Secretary
- 17 of the Interior, Washington, DC. The acreage eited in this
- 18 section is approximate, and if there is any discrepancy be-
- 19 tween eited acreage and the land depicted on the specified
- 20 maps, the maps shall control. The maps do not constitute
- 21 an attempt by the United States to convey State of Alaska
- 22 or private land.
- 23 SECTION 1. LAND EXCHANGE WITH CITY OF CRAIG, ALASKA.
- 24 (a) At such time as Congress appropriates funds suffi-
- 25 cient for the Secretary of Agriculture to acquire non-Federal

```
lands within conservation system units on the Tongass Na-
    tional Forest, the Secretary shall convey to the City of
    Craig, Alaska, all Federal interests in the lands identified
    in subsection (b): Provided, That the lands conveyed to the
    City of Craig shall be of equal value to the lands acquired
    by the Secretary of Agriculture pursuant to this subsection.
 7
          (b) The approximately 4,532 acres of Federal lands to
    be conveyed to the City of Craig are described as follows:
 9
               (1) All Federal land in the following described
10
          protracted and partially surveyed townships in the
11
          Copper River Meridian, Alaska:
12
                     (A) Within T. 71 S., R. 81 E—
13
                          Section 24, E^{1/2}:
14
                          Section 25, E^{1/2}, S^{1/2}SW^{1/4};
15
                          Section 36.
16
                          Containing 1360 acres, more or less.
17
                     (B) Within T. 71 S., R. 82 E—
18
                          Section 19, S^{1/2}SW^{1/4};
19
                          Section 29, W^{1/4}NW^{1/4}, N^{1/2}SW^{1/4};
20
                          Section 30, All;
21
                          Section 31, All.
22
                          Containing 1500 acres, more or less;
23
                     and
24
                     (C) Within T. 72 S., R. 82 E—
25
                          Section 5, SW<sup>1</sup>/<sub>4</sub>NW<sup>1</sup>/<sub>4</sub>, W<sup>1</sup>/<sub>2</sub>, SW<sup>1</sup>/<sub>4</sub>;
```

1	Section 6, All;
2	Section 7, $NE^{1/4}NE^{1/4}$ ;
3	Section 8, $W^1/2$ , $SW^1/4SE^1/4$ ;
4	Section 17, $NW^{1}/_{4}NW^{1}/_{4}$ , $E^{1}/_{2}NW^{1}/_{4}$ ,
5	$NE^{1/4}SW^{1/4}$ , $W^{1/2}NE^{1/4}$ , $NW^{1/4}SE^{1/4}$ ,
6	$S^{1/2}SE^{1/4};$
7	Section 20, $NE^{1/4}$ .
8	Containing 1672 acres, more or less.

Amend the title so as to read: "A bill to provide for a land conveyance to the City of Craig, Alaska, and for other purposes.".

#### Calendar No. 494

 $^{\tiny 106\text{TH CONGRESS}}_{\tiny 2D \text{ Session}} \text{ S. } 1797$ 

[Report No. 106-264]

### A BILL

To amend the Alaska Native Claims Settlement Act, to provide for a land conveyance to the City of Craig, Alaska, and for other purposes.

April 12, 2000

Reported with an amendment and an amendment to the title